

General Fund Expenditures - By Major Categories

Major Categories	FY96	FY97	FY98	FY99	FY 00	FY01	FY02	FY03	FY04	FY05
General Purpose Aid for Local Schools	\$529,256,497	\$545,910,025	\$595,846,013	\$591,197,414	\$624,751,951	\$664,507,485	\$702,686,340	\$687,243,570	\$699,041,402	\$738,355,049
Medicaid	⁴ \$209,870,374	\$222,710,497	\$248,640,971	\$371,510,538	\$415,043,381	\$439,230,443	\$463,921,297	\$487,966,182	\$505,750,219	\$582,012,779
Personal Services	¹ \$254,518,500	\$257,102,471	\$267,636,235	\$284,467,143	\$289,076,730	\$320,531,704	\$352,378,431	\$363,056,897	\$362,183,685	\$387,727,063
Higher Education	\$179,722,283	\$180,502,914	\$183,981,211	\$199,918,523	\$217,415,940	\$255,360,350	\$238,689,861	\$235,384,460	\$233,405,441	\$241,187,901
Teachers' Retirement	² \$127,425,266	\$135,599,057	\$151,539,355	\$161,328,194	\$153,641,283	\$162,620,983	\$168,214,621	\$179,899,248	\$170,014,497	\$181,698,128
Tax Relief and Reimbursement Programs	\$17,710,687	\$22,844,625	\$45,891,161	\$98,565,095	\$108,613,086	\$117,413,177	\$118,240,381	\$79,419,288	\$128,885,755	\$113,061,240
Debt Service	³ \$86,204,513	\$93,693,343	\$75,283,056	\$75,442,825	\$77,491,445	\$92,316,492	\$84,886,110	\$94,888,075	\$91,157,529	\$89,206,568
Other	⁴ \$280,499,007	\$310,289,596	\$329,555,016	\$371,078,377	\$431,104,764	\$519,388,260	\$454,667,195	\$405,339,888	\$393,793,568	\$404,874,408
Total General Fund Expenditures	\$1,685,207,127	\$1,768,652,528	\$1,898,373,018	\$2,153,508,109	\$2,317,138,580	\$2,571,368,893	\$2,583,684,236	\$2,533,197,609	\$2,584,232,096	\$2,738,123,135

Notes:

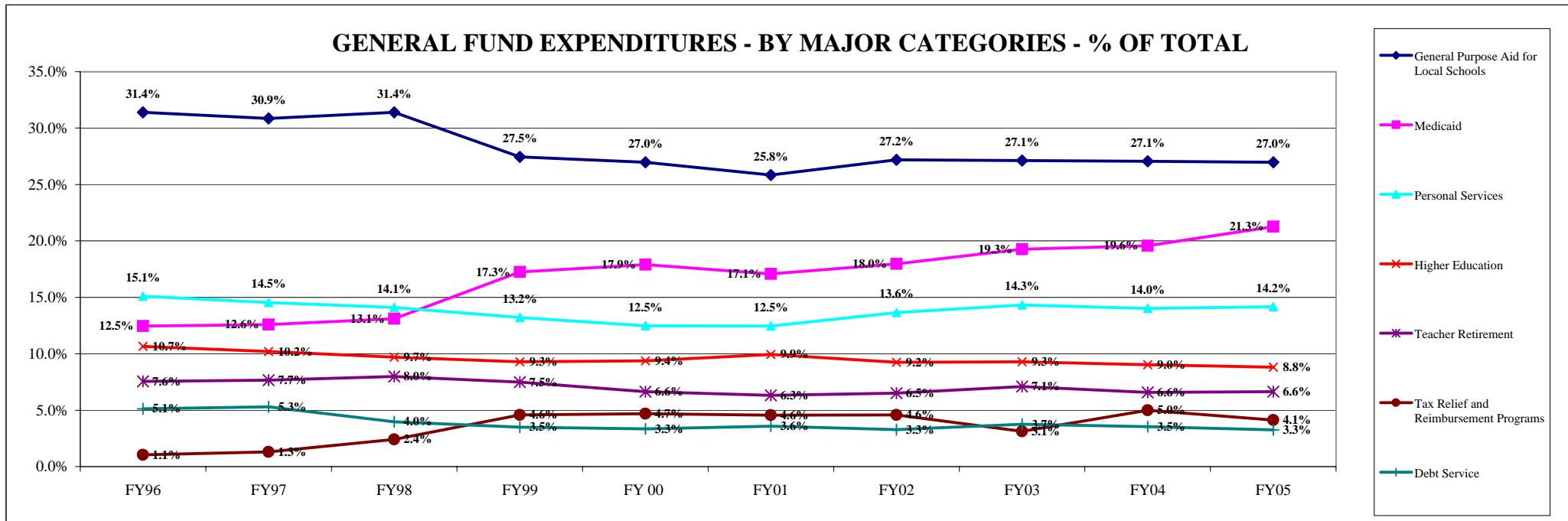
¹ Personal Services includes:

Salaries and Wages	\$179,257,035	\$178,873,846	\$188,904,215	\$199,103,425	\$207,253,467	\$224,817,936	\$247,091,081	\$245,902,865	\$252,008,419	\$253,691,577
Retirement	\$39,560,408	\$42,719,206	\$45,270,105	\$51,263,886	\$44,731,214	\$52,465,587	\$51,802,297	\$58,829,926	\$59,776,685	\$68,282,101
Health Insurance	\$24,877,911	\$25,086,831	\$23,567,820	\$24,216,891	\$27,998,443	\$34,230,704	\$41,038,714	\$45,574,080	\$37,871,359	\$53,667,368
Other Fringe Benefits	\$10,823,146	\$10,422,588	\$9,894,095	\$9,882,941	\$9,093,606	\$9,017,477	\$12,446,339	\$12,750,025	\$12,527,222	\$12,086,018
Total	\$254,518,500	\$257,102,471	\$267,636,235	\$284,467,143	\$289,076,730	\$320,531,704	\$352,378,431	\$363,056,897	\$362,183,685	\$387,727,063

² Teachers' Retirement includes Retired Teachers' Health Insurance.

³ Includes General Obligation debt service and Maine Governmental Facilities Authority debt service, except debt service for court facilities.

⁴ Medicaid excludes some Personal Services expenditures that would normally be included, but are excluded here to avoid double counting the amounts in Personal Services. Medicaid administrative costs are also not included here.



General Fund Expenditures - By Major Categories

Major Categories - % of Total	FY96	FY97	FY98	FY99	FY 00	FY01	FY02	FY03	FY04	FY05
General Purpose Aid for Local Schools	31.4%	30.9%	31.4%	27.5%	27.0%	25.8%	27.2%	27.1%	27.1%	27.0%
Medicaid	12.5%	12.6%	13.1%	17.3%	17.9%	17.1%	18.0%	19.3%	19.6%	21.3%
Personal Services	15.1%	14.5%	14.1%	13.2%	12.5%	12.5%	13.6%	14.3%	14.0%	14.2%
Higher Education	10.7%	10.2%	9.7%	9.3%	9.4%	9.9%	9.2%	9.3%	9.0%	8.8%
Teacher Retirement	7.6%	7.7%	8.0%	7.5%	6.6%	6.3%	6.5%	7.1%	6.6%	6.6%
Tax Relief and Reimbursement Programs	1.1%	1.3%	2.4%	4.6%	4.7%	4.6%	4.6%	3.1%	5.0%	4.1%
Debt Service	5.1%	5.3%	4.0%	3.5%	3.3%	3.6%	3.3%	3.7%	3.5%	3.3%
Other	16.6%	17.5%	17.4%	17.2%	18.6%	20.2%	17.6%	16.0%	15.2%	14.8%
Total General Fund Expenditures	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
* Personal Services includes:										
Salaries and Wages	10.6%	10.1%	10.0%	9.2%	8.9%	8.7%	9.6%	9.7%	9.8%	9.3%
Retirement	2.3%	2.4%	2.4%	2.4%	1.9%	2.0%	2.0%	2.3%	2.3%	2.5%
Health Insurance	1.5%	1.4%	1.2%	1.1%	1.2%	1.3%	1.6%	1.8%	1.5%	2.0%
Other Fringe Benefits	0.6%	0.6%	0.5%	0.5%	0.4%	0.4%	0.5%	0.5%	0.5%	0.4%
Total	15.1%	14.5%	14.1%	13.2%	12.5%	12.5%	13.6%	14.3%	14.0%	14.2%

Annual % Change of Major Categories	FY96	FY97	FY98	FY99	FY 00	FY01	FY02	FY03	FY04	FY05	10-Year Average Growth
General Purpose Aid for Local Schools	2.6%	3.1%	9.1%	-0.8%	5.7%	6.4%	5.7%	-2.2%	1.7%	5.6%	3.8%
Medicaid	-6.1%	6.1%	11.6%	49.4%	11.7%	5.8%	5.6%	5.2%	3.6%	15.1%	12.0%
Personal Services *	-1.9%	1.0%	4.1%	6.3%	1.6%	10.9%	9.9%	3.0%	-0.2%	7.1%	4.8%
Higher Education	3.5%	0.4%	1.9%	8.7%	8.8%	17.5%	-6.5%	-1.4%	-0.8%	3.3%	3.3%
Teacher Retirement **	-0.9%	6.4%	11.8%	6.5%	-4.8%	5.8%	3.4%	6.9%	-5.5%	6.9%	4.0%
Tax Relief and Reimbursement Programs	22.6%	29.0%	100.9%	114.8%	10.2%	8.1%	0.7%	-32.8%	62.3%	-12.3%	22.9%
Debt Service ***	-1.4%	8.7%	-19.6%	0.2%	2.7%	19.1%	-8.0%	11.8%	-3.9%	-2.1%	0.4%
Other	-1.2%	10.6%	6.2%	12.6%	16.2%	20.5%	-12.5%	-10.8%	-2.8%	2.8%	4.2%
Total General Fund Expenditures	-0.1%	5.0%	7.3%	13.4%	7.6%	11.0%	0.5%	-2.0%	2.0%	6.0%	5.5%
* Personal Services includes:											
Salaries and Wages	-7.9%	-0.2%	5.6%	5.4%	4.1%	8.5%	9.9%	-0.5%	2.5%	0.7%	3.9%
Retirement	9.6%	8.0%	6.0%	13.2%	-12.7%	17.3%	-1.3%	13.6%	1.6%	14.2%	6.3%
Health Insurance	3.7%	0.8%	-6.1%	2.8%	15.6%	22.3%	19.9%	11.1%	-16.9%	41.7%	8.9%
Other Fringe Benefits	129.9%	-3.7%	-5.1%	-0.1%	-8.0%	-0.8%	38.0%	2.4%	-1.7%	-3.5%	1.2%
Total	-1.9%	1.0%	4.1%	6.3%	1.6%	10.9%	9.9%	3.0%	-0.2%	7.1%	4.8%

General Fund Expenditures - By Major Categories - Historical Notes

General Purpose Aid for Local Schools

FY98 includes \$39,226,419 transferred from the Department of Administrative and Financial Services to pay the June 1998 subsidy payment in FY98. June payments had been deferred beginning in FY91. Deferred payments were made in early July.

FY03 and FY04 General Purpose Aid for Local Schools expenditures do not include \$25,000,000 shifted to Federal Block Grant Funds to realize General Fund savings from the Federal Jobs and Growth Tax Relief Reconciliation Act of 2003

Medicaid

FY99 reflects the elimination of the hospital assessment, offset by a significant increase in General Fund appropriations for Medicaid programs.

FY01 was the first year tobacco settlement funds (Fund for a Healthy Maine) were allocated to help fund Medicaid and related program (i.e., DEL) expenses.

FY03 reflects the implementation of provider taxes on nursing homes and ICFs(MR). The dedicated revenue from the tax was used for increased payments to providers and to fund MaineCare costs previously funded by General Fund appropriations.

Federal fiscal relief legislation provided enhanced federal match for the final quarter of FY 03 and for all four quarters of FY04.

FY04 reflects the implementation of a provider tax on hospitals of 0.74%. The dedicated revenue from the tax was used to pay for increased payments to providers and to fund MaineCare costs previously funded by General Fund appropriations.

In FY04, inappropriate charges to Federal Expenditure Funds for prior fiscal years were identified in FY04 that should have been state-funded expenses. \$38.8 million was appropriated from the General Fund to restore funding to Federal Expenditures Fund, but was not reflected in expenditure totals.

Higher Education

Initial funding for the Maine Economic Improvement Fund began in FY00 with a \$4.1 million transfer from the unappropriated surplus of the GF (PL 1997, c. 643, Pt LL and and GF appropriation of \$5.55 million (PL 1999, c. 401, Pt. TT)

Teachers' Retirement

FY99 reflects an increase in the % state share for retired teachers health insurance from 25% to 30% (effective January 1, 1999.)

FY03 reflects an increase in the % state share for retired teachers health insurance from 30% to 35% (effective July 1, 2002.)

FY04 reflects the temporary extension of the amortization schedule of the unfunded liability of the Maine State Retirement System.

Tax Relief and Reimbursement Programs

FY97 reflects the 1st year of the Business Equipment Tax Reimbursement (BETR) Program.

FY03 reflects the deferral of payments until the next fiscal year for reimbursements under the Business Equipment Tax Reimbursement (BETR) Program.

FY05 reflects the shift of the Maine Resident Property Tax Program (Circuit Breaker) from appropriations to Individual Income Tax reductions.

Debt Service

FY01 represents the 1st year of Maine Governmental Facilities Debt for other than Court Facilities.

Personal Services:

Salaries and Wages

See separate analyses of collective bargaining changes and position count changes.

Retirement

FY04 reflects the temporary extension of the amortization schedule of the unfunded liability of the Maine State Retirement System.

Health Insurance

FY04 reflects the reduced costs of \$10,548,962 from the so-called "Anthem Swap" or Hospital Payment Equity Project.